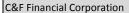


(Include Holding Company Where Applicable)





Point of Contact:	Thomas F. Cherry	RSSD: (For Bank Holding Companies)	928421
UST Sequence Number:	324	Docket Number: (For Thrift Holding Companies)	
CPP/CDCI Funds Received:	20	FDIC Certificate Number: (For Depository Institutions)	10363
CPP/CDCI Funds Repaid to Date:	10	Credit Union Charter Number: (For Credit Unions)	
Date Funded (first funding):	January 09, 2009	City:	West Point
Date Repaid <sup>1</sup> :	7/27/2011	State:	Virginia

<sup>&</sup>lt;sup>1</sup>If repayment was incremental, please enter the most recent repayment date.

American taxpayers are quite interested in knowing how banks have used the money that Treasury has invested under the Capital Purchase Program (CPP) and Community Development Capital Initiative (CDCI). To answer that question, Treasury is seeking responses that describe generally how the CPP/CDCI investment has affected the operation of your business. We understand that once received, the cash associated with TARP funding is indistinguishable from other cash sources, unless the funds were segregated, and therefore it may not be feasible to identify precisely how the CPP/CDCI investment was deployed or how many CPP/CDCI dollars were allocated to each use. Nevertheless, we ask you to provide as much information as you can about how you have used the capital Treasury has provided, and how your uses of that capital have changed over time. Treasury will be pairing this survey with a summary of certain balance sheet and other financial data from your institution's regulatory filings, so to the extent you find it helpful to do so, please feel free to refer to your institution's quarterly call reports to illustrate your answers. This is your opportunity to speak to the taxpayers in your own words, which will be posted on our website.

What specific ways did your institution utilize CPP/CDCI capital? Check all that apply and elaborate as appropriate, especially if the uses have shifted over time. Your responses should reflect actions taken over the past year (or for the portion of the year in which CPP/CDCI funds were outstanding).

Х	increase lending or reduce lending less than otherwise would have occurred.
	C&F Financial Corporation ("Corporation") was able to increase lending in certain business segments and reduce lending less due to the
	CPP investment. The Corporation continues to seek prudent lending opportunities with current and prospective customers.



NAME OF INSTITUTION

(Include Holding Company Where Applicable)

C&F Financial Corporation	
To the extent the funds supported increased lending, please describe the major type of loans, if possible (residential	mortgage loans,

X commercial mortgage loans, small business loans, etc.).

Through C&F Mortgage Corporation, the Corporation increased residential mortgage lending in 2009 and 2011. Through C&F Finance Company, the Corporation increased its consumer loan portfolio in 2009, 2010 and 2011.

X Increase securities purchased (ABS, MBS, etc.).

Through C&F Bank, the Corporation increased purchases in securities in 2009, 2010 and 2011. Specifically, C&F Bank increased purchases primarily in municipal and Government Agency securities.

X Make other investments.

Through C&F Bank, the Corporation supported community redevelopment activities through \$2.0MM in commitments to low income housing tax credit funds during 2009, 2010 and 2011. The Corporation has also made investments in debt securities that support community redevelopment.



NAME OF INSTITUTION

(Include Holding Company Where Applicable)

C&F Financial Corporation			
---------------------------	--	--	--

C&F Financial Corporation
X Increase reserves for non-performing assets.
The Corporation increased reserves for non-performing assets in each of its business segments in 2009, 2010 and 2011. The CPP investment alleviated concerns about the reduction in capital from increasing reserves, thereby allowing loan fundings and securities purchases to continue.
X Reduce borrowings.
The Corporation was able to reduce borrowings as the CPP investment was included in the total liquidity of the Corporation. Borrowings were reduced as compared to what otherwise would have been required to support loan fundings and mitigate fluctuations in deposit balances.
X Increase charge-offs.
The Corporation has experienced elevated charge-off levels in 2009, 2010 and 2011. The CPP investment alleviated concerns about the reduction in capital from increasing charge-offs, thereby allowing loan fundings and securities purchases to continue in a normal fashion.



(Include Holding Company Where Applicable)



Х	Purchase another financial institution or purchase assets from another financial institution.
	Through C&F Finance Company, the Corporation purchased a \$5MM pool of auto loans from a distressed lender in 2009. This investment augmented the Corporation's lending to this consumer market segment and provided liquidity to another lender through monetizing
	these assets.
Х	Held as non-leveraged increase to total capital.
X	Held as non-leveraged increase to total capital.  The CPP investment increased capital levels of the Corporation thereby supporting consistent lending activities and securities purchases in each of its business segments throughout 2009, 2010 and 2011.
X	The CPP investment increased capital levels of the Corporation thereby supporting consistent lending activities and securities purchases
X	The CPP investment increased capital levels of the Corporation thereby supporting consistent lending activities and securities purchases
X	The CPP investment increased capital levels of the Corporation thereby supporting consistent lending activities and securities purchases
X	The CPP investment increased capital levels of the Corporation thereby supporting consistent lending activities and securities purchases





(Include Holding Company Where Applicable)

What actions were you able to avoid because of the capital infusion of CPP/CDCI funds?
The Corporation was able to avoid 1) reducing lending activity, 2) reducing securities purchases, 3) forgoing other investments, 4) concerns regarding capital as a result of increases in reserves for non-performing assets and charge-offs, 5) increasing borrowings, 6) forgoing asset purchases, and 7) prolonged ownership of REO properties. Further, the Corporation was able to avoid reductions in its support of the local markets in which it serves through continued capital expenditures, charitable contributions, and investments in its human resources.

NAME OF INSTITUTION

(Include Holding Company Where Applicable)



	What actions were you ah	le to take that you may not	have taken without the	capital infusion of CPP/CDCI funds
--	--------------------------	-----------------------------	------------------------	------------------------------------







Please describe any other actions that you were able to undertake with the capital infusion of CPP/CDCI funds.
Through the infusion of CPP funds, the Corporation's already well-capitalized status has been enhanced. This has allowed the Corporation through its business segments to provide products and programs that otherwise might not have been offered. New products and programs have been created to enhance lending activity and help customers. The Corporation has been and will continue to be willing to work with customers who are struggling with their payments in an effort to avoid foreclosure or repossession. Additionally, C&F Bank has made considerable capital investments in its human and technology resources that support its ability to acquire and support the needs of small business customers. Significant upgrades have recently been made to systems that run and support payment and information systems, such as online business banking, wire transfer and ACH processing, that are crucial to the daily operations of small businesses. Additionally, investments in enhanced business lending software, imaging technology and system processes will provide the means to increase productivity of team members to better serve the needs of small business customers and prospects.